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UNITED STATES DEPARTMENT OF AGRICULTURE RURAL UTILITIES SERVICE  <b>FINANCIAL AND OPERATING REPORT ELECTRIC DISTRIBUTION</b>	BORROWER DESIGNATION MI0029
	PERIOD ENDED December 2022
	BORROWER NAME The Ontonagon County Rural Electrification Ass
INSTRUCTIONS - See help in the online application.	

This information is analyzed and used to determine the submitter's financial situation and feasibility for loans and guarantees. You are required by contract and applicable regulations to provide the information. The information provided is subject to the Freedom of Information Act (5 U.S.C. 552)

<b>CERTIFICATION</b>	
<p><b>We recognize that statements contained herein concern a matter within the jurisdiction of an agency of the United States and the making of a false, fictitious or fraudulent statement may render the maker subject to prosecution under Title 18, United States Code Section 1001.</b></p> <p>We hereby certify that the entries in this report are in accordance with the accounts and other records of the system and reflect the status of the system to the best of our knowledge and belief.</p> <p><b>ALL INSURANCE REQUIRED BY PART 1788 OF 7 CFR CHAPTER XVII, RUS, WAS IN FORCE DURING THE REPORTING PERIOD AND RENEWALS HAVE BEEN OBTAINED FOR ALL POLICIES DURING THE PERIOD COVERED BY THIS REPORT PURSUANT TO PART 1718 OF 7 CFR CHAPTER XVII</b> <i>(check one of the following)</i></p> <div><div><input checked="" type="checkbox"/> All of the obligations under the RUS loan documents have been fulfilled in all material respects.</div><div><input type="checkbox"/> There has been a default in the fulfillment of the obligations under the RUS loan documents. Said default(s) is/are specifically described in Part D of this report.</div></div> <div><div>Eugene Soumis</div><div>4/29/2023</div></div> <div><div></div><div>DATE</div></div>	

PART A. STATEMENT OF OPERATIONS				
ITEM	YEAR-TO-DATE			THIS MONTH
	LAST YEAR (a)	THIS YEAR (b)	BUDGET (c)	
1. Operating Revenue and Patronage Capital	6,826,447	6,667,377	6,679,865	583,769
2. Power Production Expense				
3. Cost of Purchased Power	2,099,223	2,170,246	2,170,246	197,926
4. Transmission Expense				
5. Regional Market Expense				
6. Distribution Expense - Operation	355,938	271,285	226,125	66,134
7. Distribution Expense - Maintenance	811,438	1,210,820	1,112,183	121,827
8. Customer Accounts Expense	274,978	305,695	306,871	10,026
9. Customer Service and Informational Expense	114,996	81,732	81,732	8,753
10. Sales Expense				
11. Administrative and General Expense	551,124	809,227	788,229	121,948
12. Total Operation & Maintenance Expense (2 thru 11)	4,207,697	4,849,005	4,685,386	526,614
13. Depreciation and Amortization Expense	849,456	892,746	815,738	77,007
14. Tax Expense - Property & Gross Receipts	310,302	343,000	342,000	29,500
15. Tax Expense - Other				
16. Interest on Long-Term Debt	687,082	670,040	670,040	56,292
17. Interest Charged to Construction - Credit				
18. Interest Expense - Other	700	192	0	192
19. Other Deductions	20,484	36,188	34,710	4,754
20. Total Cost of Electric Service (12 thru 19)	6,075,721	6,791,171	6,547,874	694,359
21. Patronage Capital & Operating Margins (1 minus 20)	750,726	(123,794)	131,991	(110,590)
22. Non Operating Margins - Interest	8,963	31,882	31,879	1,771
23. Allowance for Funds Used During Construction				
24. Income (Loss) from Equity Investments	59,300	33,335	33,335	0
25. Non Operating Margins - Other	(121)	55,774	56,477	(710)
26. Generation and Transmission Capital Credits				
27. Other Capital Credits and Patronage Dividends	104,784	94,984	94,984	0
28. Extraordinary Items				
29. Patronage Capital or Margins (21 thru 28)	923,652	92,181	348,666	(109,529)

UNITED STATES DEPARTMENT OF AGRICULTURE RURAL UTILITIES SERVICE  FINANCIAL AND OPERATING REPORT ELECTRIC DISTRIBUTION			BORROWER DESIGNATION  MI0029		
INSTRUCTIONS - See help in the online application.			PERIOD ENDED  December 2022		
PART B. DATA ON TRANSMISSION AND DISTRIBUTION PLANT					
ITEM	YEAR-TO-DATE		ITEM	YEAR-TO-DATE	
	LAST YEAR (a)	THIS YEAR (b)		LAST YEAR (a)	THIS YEAR (b)
1. New Services Connected	74	58	5. Miles Transmission		0.00
2. Services Retired	13	3	6. Miles Distribution – Overhead	815.01	811.95
3. Total Services in Place	5,963	6,019	7. Miles Distribution - Underground	156.51	163.92
4. Idle Services (Exclude Seasonals)	640	645	8. Total Miles Energized (5 + 6 + 7)	971.52	975.87
PART C. BALANCE SHEET					
ASSETS AND OTHER DEBITS			LIABILITIES AND OTHER CREDITS		
1. Total Utility Plant in Service	34,661,520		30. Memberships	22,745	
2. Construction Work in Progress	1,693,944		31. Patronage Capital	7,899,772	
3. Total Utility Plant (1 + 2)	36,355,464		32. Operating Margins - Prior Years	0	
4. Accum. Provision for Depreciation and Amort.	12,398,398		33. Operating Margins - Current Year	(28,811)	
5. Net Utility Plant (3 - 4)	23,957,066		34. Non-Operating Margins	120,991	
6. Non-Utility Property (Net)	0		35. Other Margins and Equities	32,497	
7. Investments in Subsidiary Companies	0		36. Total Margins & Equities (30 thru 35)	8,047,194	
8. Invest. in Assoc. Org. - Patronage Capital	394,928		37. Long-Term Debt - RUS (Net)	0	
9. Invest. in Assoc. Org. - Other - General Funds	784,487		38. Long-Term Debt - FFB - RUS Guaranteed	7,283,719	
10. Invest. in Assoc. Org. - Other - Nongeneral Funds	71,280		39. Long-Term Debt - Other - RUS Guaranteed	0	
11. Investments in Economic Development Projects	0		40. Long-Term Debt Other (Net)	10,413,658	
12. Other Investments	0		41. Long-Term Debt - RUS - Econ. Devel. (Net)	0	
13. Special Funds	0		42. Payments – Unapplied	0	
14. Total Other Property & Investments (6 thru 13)	1,250,695		43. Total Long-Term Debt (37 thru 41 - 42)	17,697,377	
15. Cash - General Funds	487,865		44. Obligations Under Capital Leases - Noncurrent	0	
16. Cash - Construction Funds - Trustee	1,425,650		45. Accumulated Operating Provisions and Asset Retirement Obligations	139,796	
17. Special Deposits	0		46. Total Other Noncurrent Liabilities (44 + 45)	139,796	
18. Temporary Investments	0		47. Notes Payable	0	
19. Notes Receivable (Net)	0		48. Accounts Payable	449,835	
20. Accounts Receivable - Sales of Energy (Net)	588,429		49. Consumers Deposits	14,700	
21. Accounts Receivable - Other (Net)	89,204				
22. Renewable Energy Credits	39,875		50. Current Maturities Long-Term Debt	712,092	
23. Materials and Supplies - Electric & Other	370,227		51. Current Maturities Long-Term Debt - Economic Development	0	
24. Prepayments	2,844		52. Current Maturities Capital Leases	0	
25. Other Current and Accrued Assets	0		53. Other Current and Accrued Liabilities	479,026	
26. Total Current and Accrued Assets (15 thru 25)	3,004,094		54. Total Current & Accrued Liabilities (47 thru 53)	1,655,653	
27. Regulatory Assets	0		55. Regulatory Liabilities	34,475	
28. Other Deferred Debits	73,750		56. Other Deferred Credits	711,110	
29. Total Assets and Other Debits (5+14+26 thru 28)	28,285,605		57. Total Liabilities and Other Credits (36 + 43 + 46 + 54 thru 56)	28,285,605	

UNITED STATES DEPARTMENT OF AGRICULTURE RURAL UTILITIES SERVICE <b>FINANCIAL AND OPERATING REPORT ELECTRIC DISTRIBUTION</b>	BORROWER DESIGNATION  MI0029
INSTRUCTIONS - See help in the online application.	PERIOD ENDED December 2022
<b>PART D. NOTES TO FINANCIAL STATEMENTS</b>	
Final edits will be made after Financial Audit is completed, which is expected by May 31.	

UNITED STATES DEPARTMENT OF AGRICULTURE RURAL UTILITIES SERVICE <b>FINANCIAL AND OPERATING REPORT ELECTRIC DISTRIBUTION</b>	BORROWER DESIGNATION  MI0029
INSTRUCTIONS - See help in the online application.	PERIOD ENDED December 2022
<b>PART D. CERTIFICATION LOAN DEFAULT NOTES</b>	

UNITED STATES DEPARTMENT OF AGRICULTURE RURAL UTILITIES SERVICE				BORROWER DESIGNATION MI0029				
FINANCIAL AND OPERATING REPORT ELECTRIC DISTRIBUTION				PERIOD ENDED December 2022				
INSTRUCTIONS - See help in the online application.								
PART E. CHANGES IN UTILITY PLANT								
PLANT ITEM	BALANCE BEGINNING OF YEAR (a)	ADDITIONS (b)	RETIREMENTS (c)	ADJUSTMENTS AND TRANSFERS (d)	BALANCE END OF YEAR (e)			
1. Distribution Plant	29,021,295	607,062	62,718		29,565,639			
2. General Plant	2,926,004	274,593			3,200,597			
3. Headquarters Plant	527,073				527,073			
4. Intangibles	1,349	0	0	0	1,349			
5. Transmission Plant	0	0			0			
6. Regional Transmission and Market Operation Plant		0			0			
7. All Other Utility Plant	0	0			0			
8. Total Utility Plant in Service (1 thru 7)	32,475,721	881,655	62,718	0	33,294,658			
9. Construction Work in Progress	1,387,290	1,693,944			3,081,234			
10. Total Utility Plant (8 + 9)	33,863,011	2,575,599	62,718	0	36,375,892			
PART F. MATERIALS AND SUPPLIES								
ITEM	BALANCE BEGINNING OF YEAR (a)	PURCHASED (b)	SALVAGED (c)	USED (NET) (d)	SOLD (e)	ADJUSTMENT (f)	BALANCE END OF YEAR (g)	
1. Electric	254,777	298,501	4,067	174,769	0	4,001	386,577	
2. Other	0						0	
PART G. SERVICE INTERRUPTIONS								
ITEM	AVERAGE MINUTES PER CONSUMER BY CAUSE					TOTAL (e)		
	POWER SUPPLIER (a)	MAJOR EVENT (b)	PLANNED (c)	ALL OTHER (d)				
1. Present Year	.560	0.000	.030	5.100	5.690			
2. Five-Year Average	5.300	30.280	.139	6.900	42.619			
PART H. EMPLOYEE-HOUR AND PAYROLL STATISTICS								
1. Number of Full Time Employees	18	4. Payroll - Expensed				976,388		
2. Employee - Hours Worked - Regular Time	29,055	5. Payroll - Capitalized				202,328		
3. Employee - Hours Worked - Overtime	1,502	6. Payroll - Other				247,818		
PART I. PATRONAGE CAPITAL								
ITEM	DESCRIPTION			THIS YEAR (a)	CUMULATIVE (b)			
1. Capital Credits - Distributions	a. General Retirements							
	b. Special Retirements							
	c. Total Retirements (a + b)							
2. Capital Credits - Received	a. Cash Received From Retirement of Patronage Capital by Suppliers of Electric Power			17,544				
	b. Cash Received From Retirement of Patronage Capital by Lenders for Credit Extended to the Electric System			27,193				
	c. Total Cash Received (a + b)			44,737				
PART J. DUE FROM CONSUMERS FOR ELECTRIC SERVICE								
1. Amount Due Over 60 Days	\$	13,467	2. Amount Written Off During Year			\$	9,268	
ENERGY EFFICIENCY AND CONSERVATION LOAN PROGRAM								
1. Anticipated Loan Delinquency %				4. Anticipated Loan Default %				
2. Actual Loan Delinquency %				5. Actual Loan Default %				
3. Total Loan Delinquency Dollars YTD	\$				6. Total Loan Default Dollars YTD			\$

UNITED STATES DEPARTMENT OF AGRICULTURE RURAL UTILITIES SERVICE  <b>FINANCIAL AND OPERATING REPORT          ELECTRIC DISTRIBUTION</b>					BORROWER DESIGNATION  MI0029				
INSTRUCTIONS - See help in the online application					PERIOD ENDED December 2022				
<b>PART K. kWh PURCHASED AND TOTAL COST</b>									
No	ITEM	SUPPLIER CODE	RENEWABLE ENERGY PROGRAM NAME	RENEWABLE FUEL TYPE	kWh PURCHASED	TOTAL COST	AVERAGE COST (Cents/kWh)	INCLUDED IN TOTAL COST - FUEL COST ADJUSTMENT	INCLUDED IN TOTAL COST - WHEELING AND OTHER CHARGES
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)
1	Wolverine Electric Coop Inc	800318			29,643,269	1,832,954	6.18		
2	Upper Peninsula Power Company	19578				315,675			
3	Wisconsin Electric Power Co	20847				8,253			
	Total				29,643,269	2,156,882	7.28		

UNITED STATES DEPARTMENT OF AGRICULTURE RURAL UTILITIES SERVICE  <b>FINANCIAL AND OPERATING REPORT ELECTRIC DISTRIBUTION</b>		BORROWER DESIGNATION  MI0029	
INSTRUCTIONS - See help in the online application		PERIOD ENDED December 2022	
<b>PART K. kWh PURCHASED AND TOTAL COST</b>			
<b>No</b>	<b>Comments</b>		
1			
2			
3			

UNITED STATES DEPARTMENT OF AGRICULTURE RURAL UTILITIES SERVICE <b>FINANCIAL AND OPERATING REPORT ELECTRIC DISTRIBUTION</b>		BORROWER DESIGNATION  MI0029	
INSTRUCTIONS - See help in the online application.		PERIOD ENDED December 2022	
PART L. LONG-TERM LEASES			
No	NAME OF LESSOR (a)	TYPE OF PROPERTY (b)	RENTAL THIS YEAR (c)
	TOTAL		

UNITED STATES DEPARTMENT OF AGRICULTURE RURAL UTILITIES SERVICE  <b>FINANCIAL AND OPERATING REPORT          ELECTRIC DISTRIBUTION</b>		BORROWER DESIGNATION MI0029	
INSTRUCTIONS - See help in the online application.		PERIOD ENDED December 2022	
<b>PART M. ANNUAL MEETING AND BOARD DATA</b>			
1. Date of Last Annual Meeting  6/18/2022	2. Total Number of Members  5,031	3. Number of Members Present at Meeting  32	4. Was Quorum Present?  N
5. Number of Members Voting by Proxy or Mail  134	6. Total Number of Board Members  7	7. Total Amount of Fees and Expenses for Board Members  \$ 59,674	8. Does Manager Have Written Contract?  N

**RUS Financial and Operating Report Electric Distribution**

**Revision Date 2014**

UNITED STATES DEPARTMENT OF AGRICULTURE RURAL UTILITIES SERVICE  FINANCIAL AND OPERATING REPORT ELECTRIC DISTRIBUTION			BORROWER DESIGNATION  MI0029		
INSTRUCTIONS - See help in the online application.			PERIOD ENDED December 2022		
PART N. LONG-TERM DEBT AND DEBT SERVICE REQUIREMENTS					
No	ITEM	BALANCE END OF YEAR (a)	INTEREST (Billed This Year) (b)	PRINCIPAL (Billed This Year) (c)	TOTAL (Billed This Year) (d)
1	Rural Utilities Service (Excludes RUS - Economic Development Loans)				
2	National Rural Utilities Cooperative Finance Corporation	4,041,382	183,829	164,591	348,420
3	CoBank, ACB	6,456,002	322,021	372,124	694,145
4	Federal Financing Bank	7,479,170	161,551	197,624	359,175
5	RUS - Economic Development Loans				
6	Payments Unapplied				
7	Principal Payments Received from Ultimate Recipients of IRP Loans				
8	Principal Payments Received from Ultimate Recipients of REDL Loans				
9	Principal Payments Received from Ultimate Recipients of EE Loans				
	TOTAL	17,976,554	667,401	734,339	1,401,740

UNITED STATES DEPARTMENT OF AGRICULTURE RURAL UTILITIES SERVICE		BORROWER DESIGNATION MI0029		
FINANCIAL AND OPERATING REPORT ELECTRIC DISTRIBUTION		PERIOD ENDED December 2022		
INSTRUCTIONS - See help in the online application.				
PART O. POWER REQUIREMENTS DATABASE - ANNUAL SUMMARY				
CLASSIFICATION	CONSUMER SALES & REVENUE DATA	DECEMBER (a)	AVERAGE NO. CONSUMERS SERVED (b)	TOTAL YEAR TO DATE (c)
1. Residential Sales (excluding seasonal)	a. No. Consumers Served	3,331	3,313	
	b. kWh Sold			18,580,997
	c. Revenue			4,613,345
2. Residential Sales - Seasonal	a. No. Consumers Served	1,318	1,314	
	b. kWh Sold			2,400,267
	c. Revenue			1,014,182
3. Irrigation Sales	a. No. Consumers Served	0	0	
	b. kWh Sold			0
	c. Revenue			0
4. Comm. and Ind. 1000 KVA or Less	a. No. Consumers Served	230	231	
	b. kWh Sold			4,978,381
	c. Revenue			942,374
5. Comm. and Ind. Over 1000 KVA	a. No. Consumers Served	0	0	
	b. kWh Sold			0
	c. Revenue			0
6. Public Street & Highway Lighting	a. No. Consumers Served	136	136	
	b. kWh Sold			99,043
	c. Revenue			15,840
7. Other Sales to Public Authorities	a. No. Consumers Served	23	24	
	b. kWh Sold			59,293
	c. Revenue			18,711
8. Sales for Resale - RUS Borrowers	a. No. Consumers Served	0	0	
	b. kWh Sold			0
	c. Revenue			0
9. Sales for Resale - Other	a. No. Consumers Served	0	0	
	b. kWh Sold			0
	c. Revenue			0
10. Total No. of Consumers (lines 1a thru 9a)		5,038	5,018	
11. Total kWh Sold (lines 1b thru 9b)				26,117,981
12. Total Revenue Received From Sales of Electric Energy (lines 1c thru 9c)				6,604,452
13. Transmission Revenue				
14. Other Electric Revenue				
15. kWh - Own Use				
16. Total kWh Purchased				29,643,269
17. Total kWh Generated				
18. Cost of Purchases and Generation				2,170,246
19. Interchange - kWh - Net				
20. Peak - Sum All kW Input (Metered) Non-coincident <input checked="" type="checkbox"/> Coincident <input type="checkbox"/>				5,500

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INSTRUCTIONS - See help in the online application.			PERIOD ENDED December 2022			
PART P. ENERGY EFFICIENCY PROGRAMS						
CLASSIFICATION	ADDED THIS YEAR			TOTAL TO DATE		
	No. of Consumers (a)	Amount Invested (b)	Estimated MMBTU Savings (c)	No. of Consumers (d)	Amount Invested (e)	Estimated MMBTU Savings (f)
1. Residential Sales (excluding seasonal)	201	29,969	1,100	2,322	556,089	9,259
2. Residential Sales - Seasonal						
3. Irrigation Sales						
4. Comm. and Ind. 1000 KVA or Less	31	5,465	320	190	119,511	2,417
5. Comm. and Ind. Over 1000 KVA						
6. Public Street and Highway Lighting						
7. Other Sales to Public Authorities						
8. Sales for Resale – RUS Borrowers						
9. Sales for Resale – Other						
10. Total	232	35,434	1,420	2,512	675,600	11,676

UNITED STATES DEPARTMENT OF AGRICULTURE RURAL UTILITIES SERVICE  <b>FINANCIAL AND OPERATING REPORT</b> <b>ELECTRIC DISTRIBUTION</b> <b>INVESTMENTS, LOAN GUARANTEES AND LOANS</b>	BORROWER DESIGNATION MI0029
	PERIOD ENDED December 2022

INSTRUCTIONS - Reporting of investments is required by 7 CFR 1717, Subpart N. Investment categories reported on this Part correspond to Balance Sheet items in Part C. Identify all investments in Rural Development with an 'X' in column (e). Both 'Included' and 'Excluded' Investments must be reported. See help in the online application.

PART Q. SECTION I. INVESTMENTS (See Instructions for definitions of Income or Loss)					
No	DESCRIPTION (a)	INCLUDED (\$) (b)	EXCLUDED (\$) (c)	INCOME OR LOSS (\$) (d)	RURAL DEVELOPMENT (e)
<b>2</b>	<b>Investments in Associated Organizations</b>				
	Federated Rural Electric Insurance	63,790			
	National Information Solutions	52,304			
	NRUCFC Pat. Cap Member Cert & CTC's	69,875	89,133		
	RESCO	0			
	Settler's Cooperative, Inc.	0			
	American Transmission Company	709,511			
	CoBank	269,582			
	Cooperative Response Center	19,364			
	NRUCFC-Membership	0			
	CFC Daily Liquidity Fund	1,425,631			
	Lake Superior Credit Union	0			
	Totals	2,610,057	89,133		
<b>6</b>	<b>Cash - General</b>				
	Checking, Saving & Working Funds		484,706		
	Totals		484,706		
<b>9</b>	<b>Accounts and Notes Receivable - NET</b>				
	Various				
	Totals				
<b>11</b>	<b>TOTAL INVESTMENTS (1 thru 10)</b>	2,610,057	573,839		

UNITED STATES DEPARTMENT OF AGRICULTURE RURAL UTILITIES SERVICE		BORROWER DESIGNATION MI0029			
FINANCIAL AND OPERATING REPORT ELECTRIC DISTRIBUTION INVESTMENTS, LOAN GUARANTEES AND LOANS		PERIOD ENDED December 2022			
INSTRUCTIONS - Reporting of investments is required by 7 CFR 1717, Subpart N. Investment categories reported on this Part correspond to Balance Sheet items in Part C. Identify all investments in Rural Development with an 'X' in column (e). Both 'Included' and 'Excluded' Investments must be reported. See help in the online application.					
PART Q. SECTION II. LOAN GUARANTEES					
No	ORGANIZATION (a)	MATURITY DATE (b)	ORIGINAL AMOUNT (\$) (c)	LOAN BALANCE (\$) (d)	RURAL DEVELOPMENT (e)
	TOTAL				
	TOTAL (Included Loan Guarantees Only)				

UNITED STATES DEPARTMENT OF AGRICULTURE RURAL UTILITIES SERVICE		BORROWER DESIGNATION MI0029			
<b>FINANCIAL AND OPERATING REPORT</b> <b>ELECTRIC DISTRIBUTION</b> <b>INVESTMENTS, LOAN GUARANTEES AND LOANS</b>		PERIOD ENDED December 2022			
INSTRUCTIONS - Reporting of investments is required by 7 CFR 1717, Subpart N. Investment categories reported on this Part correspond to Balance Sheet items in Part C. Identify all investments in Rural Development with an 'X' in column (e). Both 'Included' and 'Excluded' Investments must be reported. See help in the online application.					
<b>SECTION III. RATIO</b>					
RATIO OF INVESTMENTS AND LOAN GUARANTEES TO UTILITY PLANT [Total of Included Investments (Section I, 11b) and Loan Guarantees - Loan Balance (Section II, 5d) to Total Utility Plant (Line 3, Part C) of this report]					7.18 %
<b>SECTION IV. LOANS</b>					
<b>No</b>	<b>ORGANIZATION</b>  (a)	<b>MATURITY DATE</b>  (b)	<b>ORIGINAL AMOUNT</b> (\$) (c)	<b>LOAN BALANCE</b> (\$) (d)	<b>RURAL DEVELOPMENT</b> (e)
	<b>TOTAL</b>				